Message Text

SECRET

PAGE 01 SANA 03005 011234Z

41/50

ACTION NEA-10

INFO OCT-01 ISO-00 SAM-01 EUR-12 AID-05 CIAE-00 COME-00

EB-07 FRB-03 INR-07 NSAE-00 USIA-06 TRSE-00 XMB-02

OPIC-03 SP-02 CIEP-01 LAB-04 SIL-01 OMB-01 DODE-00

PA-01 PRS-01 PM-04 NSC-05 SS-15 SAJ-01 /093 W

R 290810Z OCT 75

FM AMEMBASSY SANA

TO SECSTATE WASHDC 6629

INFO AMEMBASSY BONN

AMEMBASSY CAIRO

AMEMBASSY AMMAN

AMEMBASSY JIDDA

IQMMT/AMEMBASSY MUSCAT 101

AMEMBASSY TEHRAN

SECRETSANA 3005

CORRECTEDCOPYPARA7LINES 1 AND 2

EO 11652: GDS TAGS: PFOR, YS

SUBJECT: PDRY AT THE CROSSROADS

- 1. SUMMARY. WEST GERMANS NEGOTIATED RESUMPTION OF DIPLOMATIC RELATIONS WITH SOUTH YEMEN LAST YEAR, AND HAVE NOW TAKEN FURTHER STEP BY TABLING FIRST AID AGREEMENT.
- 2. FRG AMBASSADOR TO SANA, WHO ALSO ACCREDITED TO SMALL, NEW EMBASSY IN ADEN AND IN FACT NEGOTIATED RESUMPTION BOTH HERE AND IN ADEN HAS JUST RETURNED FROM VISIT TO PDRY OVER OCT 14 REVOLUTION DAY CELEBRATIONS.
- 3. AMBASSADOR TOLD DCM ON 26 OCT THAT WHILE IN SOUTH YEMEN HE HAD TABLED A FORMAL AID AGREEMENT PROVIDING FOR DM 10 MILLION LOAN ON IDA TERMS PLUS DM 1 MILLION GRANT FOR SECRET

SECRET

PAGE 02 SANA 03005 011234Z

FEASIBILITY STUDIES AND TECHNICAL ASSISTANCE. AGREEMENT FOLLOWS

UP ON VISIT OF WEST GERMAN SURVEY TEAM EARLIER THIS YEAR, AND ITS RECOMMENDATIONS THAT FRG COULD USEFULLY INVEST IN SOME INFRASTRUCTURE PROJECTS FOR COUNTRY WHICH AS POOR AS THEN NORTH YEMEN (WHICH HAS LARGE FRG AID PROGRAM).

AMBASSADOR SAYS PROJECTS SELECTED ARE "NEUTRAL", I E, RATHER THAN ROADS TO PROVINCES OR AIRPORT IMPROVEMENTS--WHICH WOULD DIRECTLY BENEFIT GOVERNMENT--FRG INVESTMENT WILL GO FOR COMMUNITY FACILITIES LIKE SEWER SYSTEMS.

- 3. PDRY HAS NOT YET SIGNED THE AGREEMENT, WHICH CONTAINS THE BERLIN CLAUSE (ASSERTING FRG GOVERNMENT ROLE IN BERLIN) WHICH EAST GERMANS STRONGLY OPPOSE. (SINCE AGREEMENT NOT SIGNED, FRG AMBASSADOR CONCERNED NOTHING HAPPEN TO SPREAD DETAILS OF FRG OFFER PREMATURELY.) AMBASSADOR CONFIDENT, HOWEVER THAT AGREEMENT WILL BE SIGNED SHORTLY IN UNCHANGED FORM. BERLIN CLAUSE WAS FOR INSTANCE ON RESUMPTION COMMUNIQUE LAST YEAR.
- 4. FRG AMBASSADOR SPOKE AT LENGTH OF MEDDLING OF GDR AMBASSADOR--WHO PRESENTED HIMSELF TO AMBASSADOR FIRST DAY OF VISIT AND ANNOUNCEDNB "CFNSWILL NOT SUCCEED"--AND OF SOVIETS. IN VIEW OF FRG AMBASSADOR, BOTH SOVS AND EAST GERMANS HAVE NIGHTMARE THAT WHAT HAS HAPPENED TO THEM IN NORTH YEMEN WILL ALSO HAPPEN IN SOUTH, AND SEE WEST GERMAN DIPLOMATIC RESUMPTION AND AID AS SAME WEDGE THAT OPENED WAY FOR US AND SAUDIS IN NORTH. EAST GERMANS CONTEST WITH PDRY OFFICIALS EVERYTHING DONE FOR AND WITH FRG MISSION, EVEN HOUSING AND AIRPORT RECEPTION MUCH TO DELIGHT OF FRG AMBASSADOR WHO SAYS HIS POLICY IS TO SMILE AND "PLAY GOOD GUY ROLE." HE REPORTS PDRY OFFICIALS CLEARLY IRKED BY SOVIETS. EAST GERMAN MEDDLE IN FOREIGN AFFAIRS, AND GO OUT OF THEIR WAY TO SHOW THIS DISPLEASURE. STILL THEY ARE CLOSELY TIED TO SOVIETS, AND FRG AMBASSADOR THAT THEY CONSIDER THEMSELVES MEMBERS OF "SOCIALIST CAMP."
- 5. AMBASSADOR SAYS THAT POVERTY OF PDRY, PLUS EASE OF SETTING WELCOME CONTRAST TO HARD TERMS, MILITARY ORIENTATION AND HEAVY-HANDED TACTICS OF SOVIETS AND OTHER EASTERN AID-GIVERS, MAKES SMALL FRG ECONOMIC AID PROGRAM HIGHLY SECRET

SECRET

PAGE 03 SANA 03005 011234Z

DESIRABLE. HE EXPECTS THAT WEST GERMAN COMPANY WILL GET ADEN SEWER CONTRACT, AND HAS TOLD PDRY OFFICIALS THAT WEST GERMAN GOVT WILL PROBABLY ANTE UP ANOTHER DM 5-10 MILLION NEXT YEAR.

6. AMBASSADOR CITES EXTREME POVERTY OF GOVT, POINTING OUT THAT RECENT RUMANIAN AID OFFER WHICH REQUIRED COUNTERPART EXPENSES BY PDRY HAD TO BE DECLINED.

AMB ALSO TOLD OF ADAMANT PDRY ATTEMPT PRIOR TO RESUMPTION TO LINK OPENING OF DIPLOMATIC MISSION TO WEST GERMAN AID. WEST GERMANS JUST AS ADAMANTLY REFUSED, BUT FINALLY AGREED INFORMALLY TO SEND AID SURVEY MISSION AFTER MISSION ESTABLISHED. HE IS CONVINCED THAT RELATIVELY SMALL AMOUNTS OF AID CAN HAVE DISPROPORTIONATE POSITIVE EFFECT.

7. COMMENT. FRG ROLE IN SOUTH YEMEN IS CLEARLY MARGINAL BUT IT PROBABLY USEFUL FOR USG INTERESTS KOR FRG TO PLAY THE B"GOOD GUY" ROLE IN ADEN AT THIS POINT IN TIME. FRG CAN THUS TO SOME LIMITED EXTENT ACT AS OPENING WEDGE IN PDRY, PARTICULARLY IF SOVIETS AND EAST GERMANS CONTINUE TO ASSIDUOUSLY AND IRKSOMELY TO PLAY SPOILER'S ROLE. OBVIOUSLY MAIN SOURCE OF FUNDS AND DIPLOMATIC EFFORTS NEEDED TO CHANGE AND MODERATE PDRY WILL NOT RPT NOT COME FROM FRG BUT FROM OTHER QUARTERS. STILL FRG SUCCESSES IN DEALING WITH REGIME WHICH HAS BEEN LOCKED IN EMBRACE OF RADICALS AND SOVIETS SINCE 1967 IS GOOD MEASURE OF NEW ATTITUDES IN SOUTH YEMEN. **SCOTES**

SECRET

NNN

Message Attributes

Automatic Decaptioning: X Capture Date: 01 JAN 1994 Channel Indicators: n/a

Current Classification: UNCLASSIFIED

Concepts: DIPLOMATIC RELATIONS ESTABLISHMENT, ECONOMIC ASSISTANCE

Control Number: n/a Copy: SINGLE Draft Date: 29 OCT 1975 Decaption Date: 01 JAN 1960 Decaption Note: Disposition Action: RELEASED Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: ElyME
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1975SANA03005

Document Number: 1975SANA03005 Document Source: CORE Document Unique ID: 00

Drafter: n/a Enclosure: n/a Executive Order: GS

Errors: N/A Film Number: D750380-0362

From: SANA Handling Restrictions: n/a

Image Path:

Legacy Key: link1975/newtext/t1975109/aaaaaibd.tel Line Count: 135 Locator: TEXT ON-LINE, ON MICROFILM

Office: ACTION NEA **Original Classification: SECRET** Original Handling Restrictions: n/a Original Previous Classification: n/a

Original Previous Handling Restrictions: n/a

Page Count: 3

Previous Channel Indicators: n/a
Previous Classification: SECRET Previous Handling Restrictions: n/a Reference: n/a

Review Action: RELEASED, APPROVED Review Authority: ElyME

Review Content Flags: Review Date: 03 JUN 2003

Review Event:

Review Exemptions: n/a
Review History: RELEASED <03 JUN 2003 by SmithRJ>; APPROVED <15 OCT 2003 by ElyME>

Review Markings: Margaret P. Grafeld

Declassified/Released US Department of State EO Systematic Review

06 JÚL 2006

Review Media Identifier: Review Referrals: n/a Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

Secure: OPEN Status: NATIVE

Subject: PDRY AT THE CROSSROADS TAGS: PFOR, YS, GE To: STATE

Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 06 JUL 2006